

ATTACHMENT 1 to Std. 399

Because of the wide range of tramway owners/operators in the State of California, it is not possible for the Division to identify or describe a typical business engaged in the operation of tramways, or to quantify the annual ongoing costs impacts that such a "representative" business would incur in reasonable compliance with the proposed fee increase over its lifetime. Instead, the Division has selected five tramway owners/operators and has shown the inspections costs for these owners/operators under the existing and proposed fee structures. (See Attachment "A".) The five owner/operators that are depicted in the attachment represent very small, medium and very large owner operators to provide a representative cross-section of the industry.

NOTICE OF PROPOSED RULEMAKING
ATTACHMENT 'A'

TRAMWAYS

COMPARISON OF CURRENT vs. PROPOSED BILLING FEE STRUCTURES

Ride Operator	BILLING UNDER 2009 FEE STRUCTURE				PROPOSED 2010 FEE STRUCTURE						Increase as a %
	Permit Fee	Total Hours for Operational Inspection	Operational Fee	Total Annual Billing	Permit Fee	Total Hours for Operational Inspection	Operational Fee	Travel Hours estimated	Travel Billing	Total Projected Annual Billing	
Operator # 1 Units Inspected : 4	\$ 750.00	5	\$ 625.00	\$ 1,375.00	\$ 1,470.00	5	\$ 1,125.00	2	\$ 450.00	\$ 3,045.00	121%
Operator # 2 Units Inspected : 4	\$ 1,000.00	4	\$ 500.00	\$ 1,500.00	\$ 1,960.00	4	\$ 900.00	2	\$ 450.00	\$ 3,310.00	121%
Operator # 3 Units Inspected : 14	\$ 6,125.00	20	\$ 2,500.00	\$ 8,625.00	\$ 12,005.00	20	\$ 4,500.00	12	\$ 2,700.00	\$ 19,205.00	123%
Operator # 4 Units Inspected : 27	\$ 18,500.00	66	\$ 8,250.00	\$ 26,750.00	\$ 36,260.00	66	\$ 14,850.00	24	\$ 5,400.00	\$ 56,510.00	111%
Operator # 5 Units Inspected : 34	\$ 22,250.00	65	\$ 8,125.00	\$ 30,375.00	\$ 43,610.00	65	\$ 14,625.00	28	\$ 6,300.00	\$ 64,535.00	112%

The current hourly rate of \$125 was established in 1992 and there have been no increases in the inspection fees during the past 18 years.